### COMMONWEALTH OF KENTUCKY

#### BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT ) CASE NO. 2006-00550 OF UNION COUNTY WATER DISTRICT )

## ORDER

On December 15, 2006, Union County Water District ("Union County") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.012 and 807 KAR 5:068.

The Commission, having reviewed the record and being sufficiently advised, finds that:

- 1. Union County purchases water from the city of Morganfield ("Morganfield").
- 2. Morganfield notified Union County that, effective with Morganfield's January 31, 2007 billing, Morganfield's wholesale water rate to Union County would increase from \$1.6606 per 1,000 gallons to \$1.7261 per 1,000 gallons. Union County proposes to increase the water rates to its customers effective January 1, 2007.
- 3. During the 12 months ending November 30, 2006, Union County purchased 249,029,949 gallons of water and sold 222,643,400 gallons. The increase in the cost of purchased water is \$16,311.46, resulting in a purchased water adjustment of \$0.0733 per 1,000 gallons.
- 4. The purchased water adjustment of \$0.0733 per 1,000 gallons is fair, just, and reasonable and should be approved.

#### IT IS THEREFORE ORDERED that:

- 1. Union County's proposed rates are approved.
- 2. The purchased water adjustment of \$0.0733 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after January 1, 2007.
- 3. Within 20 days of the date of this Order, Union County shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 12<sup>th</sup> day of January, 2007.

By the Commission

ATTEST:

Executive Director

#### APPENDIX A

# APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2006-00550 DATED January 12, 2007

The following rates and charges are prescribed for the customers in the area served by Union County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

## Monthly Water Rates

5 x 8 Inch Meter			<u>Rate</u>	
First	2,000 gallons	\$11.53	Minimum Bill	
Next	3,000 gallons	5.76	per 1,000 gallons	
Next	5,000 gallons	5.36	per 1,000 gallons	
Next	15,000 gallons	5.01		
Next	25,000 gallons	4.71	per 1,000 gallons	
Next	50,000 gallons	4.31	per 1,000 gallons	
Next	100,000 gallons	3.91	per 1,000 gallons	
Next	100,000 gallons	3.51	per 1,000 gallons	
Over	300,000 gallons	3.11	per 1,000 gallons	
3/4 Inch Meter				
First	5,000 gallons	•	Minimum Bill	
Next	5,000 gallons		per 1,000 gallons	
Next	15,000 gallons		per 1,000 gallons	
Next	25,000 gallons	4.71	per 1,000 gallons	
Next	50,000 gallons	4.31	per 1,000 gallons	
Next	100,000 gallons	3.91	per 1,000 gallons	
Next	100,000 gallons	3.51	per 1,000 gallons	
Over	300,000 gallons	3.11	per 1,000 gallons	
1 Inch Meter				
First	10,000 gallons	•	Minimum Bill	
Next	15,000 gallons	5.01	per 1,000 gallons	
Next	25,000 gallons	4.71	per 1,000 gallons	
Next	50,000 gallons	4.31	per 1,000 gallons	
Next	100,000 gallons	3.91	per 1,000 gallons	
Next	100,000 gallons		per 1,000 gallons	
Over	300,000 gallons	3.11	per 1,000 gallons	

1 1/2 Inch Meter				
First	25,000 gallons	\$130.83 Minimum Bill		
Next	25,000 gallons	4.71 per 1,000 gallons		
Next	50,000 gallons	4.31 per 1,000 gallons		
Next	100,000 gallons	3.91 per 1,000 gallons		
Next	100,000 gallons	3.51 per 1,000 gallons		
Over	300,000 gallons	3.11 per 1,000 gallons		
2 Inch Meter				
First	50,000 gallons	\$248.67 Minimum Bill		
Next	50,000 gallons	4.31 per 1,000 gallons		
Next	100,000 gallons	3.91 per 1,000 gallons		
Next	100,000 gallons	3.51 per 1,000 gallons		
Over	300,000 gallons	3.11 per 1,000 gallons		
2 ½ Inch Meter				
First	75,000 gallons	\$356.50 Minimum Bill		
Next	25,000 gallons	4.31 per 1,000 gallons		
Next	100,000 gallons	3.91 per 1,000 gallons		
Next	100,000 gallons	3.51 per 1,000 gallons		
Over	300,000 gallons	3.11 per 1,000 gallons		
3 Inch Meter				
First	100,000 gallons	\$464.33 Minimum Bill		
Next	100,000 gallons	3.91 per 1,000 gallons		
Next	100,000 gallons	3.51 per 1,000 gallons		
Over	300,000 gallons	3.11 per 1,000 gallons		
4 Inch Meter				
First	200,000 gallons	\$855.66 Minimum Bill		
Next	100,000 gallons	3.51 per 1,000 gallons		
Over	300,000 gallons	3.11 per 1,000 gallons		
6 Inch Meter				
First	300,000 gallons	\$1,206.99 Minimum Bill		
Over	300,000 gallons	3.11 per 1,000 gallons		
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